

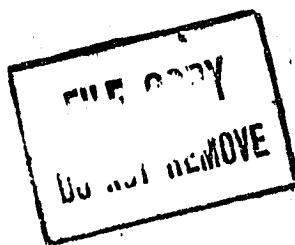
Duplicate.

1549

INTERNATIONAL SHOE COMPANY
St. Louis, Missouri

Certified Balance Sheet

As at November 30, 1914



Marwick, Mitchell, Peat & Co.
Chartered Accountants

U. S. A.
 NEW YORK, 79 WALL STREET
 BOSTON, 8 CONGRESS STREET
 PHILADELPHIA, 1421 CHESTNUT STREET
 WASHINGTON, 733 FIFTEENTH STREET, N.W.
 NEW ORLEANS, 220 CARondelet STREET
 PITTSBURGH, 248 FOURTH AVENUE
 CHICAGO, 105 SOUTH LA S. LE STREET
 MILWAUKEE, PABST BUILDING, WISCONSIN STREET
 ST. LOUIS, 417 PINE STREET CORNER BROADWAY
 KANSAS CITY, 224 WALNUT STREET
 ST. JOSEPH, 10 TOOTLE BLOCK
 MINNEAPOLIS, 115 SOUTH FOURTH STREET
 SALT LAKE CITY, WALKER BANK BUILDING
 PORTLAND, 267 WASHINGTON STREET
 SAN FRANCISCO, 310 CALIFORNIA STREET

CABLE ADDRESS "MAWIKMIT" FOR ALL OFFICES
 CODES - WESTERN UNION - A B C B1 EDITION

MARWICK, MITCHELL, PEAT & CO.

CHARTERED ACCOUNTANTS

PARTNERS
 MARWICK, MITCHELL & CO.

W. B. PEAT & CO.

CANADA
 MONTREAL, 11 PLACE D'ARMES
 TORONTO, 65 YONGE STREET
 WINNIPEG, 211 PORTAGE AVENUE
 MOOSE JAW, 505 WALTER SCOTT BLOCK
 CALGARY, HERALD BUILDING, FIRST STREET, W.
 VANCOUVER, 730 HASTINGS STREET, W.

616 BANK OF COMMERCE BUILDING

BROADWAY AND PINE STREET

EUROPE
 LONDON, PINNERS HALL, OLD BROAD STREET
 GLASGOW, 41 ST. VINCENT PLACE
 PARIS, 5 RUE DAUNOU, PRES L'AVENUE DE L'OPERA

ST. LOUIS

December 19, 1914.

We have audited the accounts of the International Shoe Company for the year ended November 30, 1914, and certify that the Balance Sheet appended hereto properly presents, in our opinion, the financial position of the Company as at that date.

We have satisfied ourselves as to the propriety, as capital expenditure, of the additions to the physical properties during the year under review. The expenditure for lasts, patterns, dies, etc., amounting during the year under review to \$160,662.07, has been charged direct against factory operations and consequently is not included in the additions above referred to. The amount charged to operations in respect of depreciation and maintenance of the physical properties for the year under review is, in our opinion, adequate for these purposes.

The inventories of manufactured merchandise, raw materials, supplies, etc., as taken and certified to by responsible officials of the Company, are priced at actual cost, with the exception of the Company's own manufactured merchandise; the latter has been valued on the same basis as formerly, namely at selling list prices less 12½% discount, which, while in excess of actual factory cost, is sufficient to yield a margin of selling profit.

Due provision has been made for all bad and doubtful accounts

and bills receivable, while the bills, cash and other securities have been verified by actual count or by certification of the various depositories.

All liabilities of the Company as at November 30, 1914, of which we have cognizance are included in the Balance Sheet.

Mawick, Mitchell, & Co.

Chartered Accountants.

INTERNATIONAL SHOE COMPANY

BALANCE SHEET

As at November 30, 1914

ASSETS

Goodwill, Trade Marks, and Brands	\$ 12,750,000.00
Real Estate, Buildings, Machinery and Equipment:	
Gross Book Value, as at Nov. 30, 1913	\$ 3,530,373.45
Expenditure on Additions since, including reappraisement of Springfield, Illinois, factory. This excludes expenditure of \$160,662.07 for Lasts, Dies, Patterns, etc., charged direct against factory operations	<u>128,387.14</u>
Total	3,658,760.59
Less: Reserve in respect of Depreciation on Physical Properties	<u>608,834.60</u>
Net Book Value, November 30, 1914	3,049,925.99
Investments	97,604.48
Current and Working Assets:	
Inventories:	
Manufactured Merchandise at selling prices, less 12 1/2%	\$ 5,236,455.74
Raw Materials, Work in Process and Miscellaneous Supplies	<u>2,024,199.94</u>
Total Inventories	7,260,655.68
<i># 4237.997.42</i>	
Customers' Accounts and Bills Receivable	4,309,500.92
Officers and Employees Balances	27,332.47
Cash in Banks and on hand	<u>417,227.41</u>
Total Current and Working Assets	12,014,716.48
Deferred Charges to Operations:	
Insurance Premiums, Interest, Taxes, etc.	<u>86,154.43</u>
Total	\$ 27,998,401.35

Capital Stock
Authorized:
Preferred
Common

To

Whereof Iss
Preferred
Common

Current Liab
Notes Payab
Accounts Pa
Supplies,
Officers an
Deposits,

Reserve for /

Reserve for 1

Surplus:
Surplus as
Net Earning
30, 1914

Less, Divi
Common S
Preference

INTERNATIONAL SHOE COMPANY

BALANCE SHEET

As at November 30, 1914

LIABILITIES

\$ 12,750,000.00	Capital Stock:		
	Authorized:		
	Preferred 7% Cumulative - 122,500 shares of \$100 each	\$ 12,250,000.00	
	Common - 127,500 shares of \$100 each	12,750,000.00	
	Total Authorized Capitalization		25,000,000.00
	Whereof Issued:		
	Preferred - 94,250 shares of \$100 each	9,425,000.00	
	Common - 127,500 shares of \$100 each	12,750,000.00	
	Total Capital Stock Issued		22,175,000.00
	Current Liabilities:		
	Notes Payable and Letter of Credit	\$ 3,621,978.00	
	Accounts Payable for Merchandise,		
	Supplies, etc.	260,749.63	
3,049,925.99	Officers and Employees Balances,		
	Deposits, etc.	176,575.54	
97,604.45	Total Current Liabilities		4,059,303.17
	Reserve for Accrued Dividends on Preferred Stock		141,375.00
	Reserve for Taxes		14,721.11
	Surplus:		
	Surplus as at November 30, 1913	\$ 1,651,353.38	
	Net Earnings for year ended November		
	30, 1914	1,508,898.69	
		3,160,252.07	
	Less, Dividends Paid:		
	Common Stock - 7%	\$ 892,500.00	
12,014,716.48	Preferred Stock - 7%	659,750.00	
		1,552,250.00	1,608,002.07
86,154.43			
\$ 27,998,401.35	Total		\$ 27,998,401.35